

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

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LARGE MINING OPERATIONS 2008 PROGRESS REPORT
January 1, 2008 to December 31, 2008

The information required in this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, and the rules as under the Utah Minerals Regulatory Program.

1. Mine Permit Number: HCT/043/004
2. Mine Name: Utelite Mine
3. Name of Operator/Permittee: Utelite Corp

Note: If Operator's address, company representative or phone number have changed, please provide a replacement page for the Notice of Intention.

4. Mine Location: 6375 W. 3 Mile Canyon Rd, Coalville, Utah 84017
5. Report the gross amount of ore mined and waste moved, and the disposition of the materials (onsite stockpiles, sold, waste pile, regraded, etc.):

Gross Ore Mined 200000 Tons, or _____ yd³

Waste Material Moved 40000 Tons, or _____ yd³

New Disturbance 2 Acres during 2008

Area Reclaimed 0 Acres during 2008

Total Disturbed Area 73 Acres*

*Total mine disturbance from the beginning of mining operations through the end of 2008.

Was the ore shipped off site? If not, where is the ore located? Processed on site and sold and delivered to customers
Where is the waste located? Waste was hauled to the Summit County Landfill for cover.

6. Briefly describe the reclamation work performed during the past year. A map showing reclaimed areas and dates is suggested. (Submit form MR-SITE for an application for full or partial bond/site release).
No reclamation work was done. Top soil areas were stockpiled, graded and seeded.
7. Include an updated map depicting surface disturbance and reclamation performed during the year, prepared in accordance with Rule R647-4-105.

I hereby certify, under penalties of law, the information provided in this report is true and correct to the best of my knowledge and belief.

Name (Typed or Print): Carsten Mortensen

Title of Operator: President

Signature of Operator: [Signature]

Date: 1-29-09

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FEB 03 2009